

UNITED STATES DISTRICT COURT

**ORIGINAL**

NORTHERN DISTRICT OF CALIFORNIA

Before The Honorable YVONNE GONZALEZ ROGERS, Judge

IN RE: SOCIAL MEDIA	)	<b>Motions for Interlocutory</b>
ADOLESCENT ADDICTION/	)	<b>Appeal/Case Management</b>
PERSONAL INJURY PRODUCTS	)	
LIABILITY LITIGATION	)	NO. C 22-03047 YGR
	)	
	)	
ALL ACTIONS	)	Pages 1 - 66
	)	
_____	)	Oakland, California
		Wednesday, February 12, 2025

**REPORTER'S TRANSCRIPT OF PROCEEDINGS**

APPEARANCES:

For Plaintiffs:	Lieff, Cabraser, Heimann & Bernstein 275 Battery Street, 30th Floor San Francisco, California 94111
BY:	LEXI J. HAZAM, ATTORNEY AT LAW
	Motley Rice LLC 401 9th Street NW Suite 630 Washington, DC 20004
BY:	LOUIS M. BOGRAD, PREVIN WARREN, ATTORNEYS AT LAW

(Appearances continued next page)

Reported By: Raynee H. Mercado, CSR No. 8258

Proceedings reported by electronic/mechanical stenography;  
transcript produced by computer-aided transcription.

**RAYNEE H. MERCADO, CSR, RMR, CRR, FCRR, CCRR (510) 565-7228**

A P P E A R A N C E S (CONT'D.)

For Plaintiffs: Gibbs Law Group  
 1111 Broadway, Suite 2100  
 Oakland, California 94607  
 BY: ANDRE M. MURA, ATTORNEY AT LAW

Andrus Anderson LLP  
 155 Montgomery Street, Suite 900  
 San Francisco, California 94104  
 BY: JENNIE LEE ANDERSON, ATTORNEY AT LAW

For Plaintiff State of California: California Department of Justice  
 1515 Clay Street, 20th Floor  
 Oakland, California 94612-0550  
 BY: EMILY KALANTHI,  
 JOSHUA E. OLSZEWSKI-JUBELIRER,  
 DEPUTY ATTORNEYS GENERAL

California Department of Justice  
 455 Golden Gate Avenue, 11th Floor  
 San Francisco, California 94102  
 BY: MEGAN O'NEILL, DEPUTY ATTORNEY GENERAL

For Plaintiff State of Colorado: Colorado Department of Law  
 1300 Broadway, 6th Floor  
 Denver, Colorado 80203  
 BY: KRISTA BATCHELDER,  
 DEPUTY SOLICITOR GENERAL

For State of New York: New York State Office of the Attorney  
 General  
 28 Liberty Street, 23rd Floor  
 New York, New York 10005  
 BY: KEVIN C. WALLACE, ATTORNEY AT LAW

For PLAINTIFF: Pennsylvania Office of the Attorney  
 General  
 Strawberry Square, 16th Floor  
 Harrisburg, Pennsylvania 17120  
 BY: JONATHAN BURNS,  
 DEPUTY ATTORNEY GENERAL

A P P E A R A N C E S (CONT'D.)

For Plaintiff State of Kansas: Kansas Attorney General's Office  
120 SW 10th Avenue,

Topeka, Kansas 66612  
BY: SARAH DIETZ,  
ASSISTANT ATTORNEY GENERAL

For New Jersey Plaintiffs: New Jersey Office of the Attorney  
General, Division of Law

124 Halsey Street, 5th Floor  
Newark, New Jersey 07101  
BY: THOMAS HUYNH,  
VERNA J. PRADAXAY,  
DEPUTY ATTORNEYS GENERAL

Beasley Allen Crow Methvin Portis &  
Miles, P.C.

218 Commerce Street  
Montgomery, Alabama 36104  
BY: CLINTON R. RICHARDSON, ATTORNEY AT LAW

For Plaintiff State of Arizona: Office of the Arizona Attorney General  
Consumer Protection and Advocacy  
Section

2005 N. Central Avenue  
Phoenix, Arizona 85004  
BY: NATHAN WHELIHAN,  
ASSISTANT ATTORNEY GENERAL

For Plaintiff California Executive Agencies: Olson Remcho  
1901 Harrison Street, Suite 1550  
Oakland, California 94612

BY: MARGARET R. PRINZING, ATTORNEY AT LAW

For Plaintiff Commonwealth of Kentucky: Office of the Kentucky Attorney  
General

Office of Consumer Protection  
1024 Capital Drive, Suite 200  
Frankfort, Kentucky 40601  
BY: ZACHARY RICHARDS,  
ASSISTANT ATTORNEY GENERAL

A P P E A R A N C E S (CONT'D.)

For South Carolina      South Carolina Attorney General's  
Plaintiffs:              Office

P.O. Box 11549  
Columbia, South Carolina 29211  
BY: CLARK C. KIRKLAND, JR.,  
ATTORNEY AT LAW

For Virginia              Office of the Attorney General  
202 North 9th Street  
Richmond, Virginia 23219

BY: JOELLE GOTWALS, ATTORNEY AT LAW

For Washington State      Washington State Office of the  
Plaintiffs:              Attorney General

Consumer Protection  
1125 Washington Street SE  
Olympia, Washington 94504  
BY: CLAIRE MCNAMARA,  
DEPUTY ATTORNEY GENERAL

For the Meta  
Defendants:

Covington & Burling LLP  
One City Center  
850 Tenth Street, NW  
Washington, DC 20001-4956  
BY: MICHAEL X. IMBROSCIO,  
PAUL W. SCHMIDT, ATTORNEYS AT LAW

Covington & Burling LLP  
1999 Avenue of the Stars, Suite 3500  
Los Angeles, California 90067  
ASHLEY SIMONSEN, ATTORNEY AT LAW

Covington & Burling LLP  
Sales Force Tower  
415 Mission Street, Suite 5400  
San Francisco, California 94111-5356  
BY: MARTY MYERS, ATTORNEY AT LAW

Davis Polk & Wardwell LLP  
450 Lexington Avenue  
New York, New York 10017  
BY: JAMES P. ROUHANDEH, ATTORNEY AT LAW

A P P E A R A N C E S (CONT'D.)

For Defendant Snap Inc.: Munger, Tolles & Olson  
560 Mission Street, 27th Floor  
San Francisco, California 94105  
BY: JONATHAN H. BLAVIN, ATTORNEY AT LAW

For Defendant TikTok Inc.; ByteDance, Inc.: King & Spalding LLP  
1180 Peachtree Street, N.E.  
Suite 1600  
Atlanta, Georgia 30309-3521  
BY: GEOFFREY M. DRAKE, ATTORNEY AT LAW

For Defendant Alphabet Inc.; Google, LLC; YouTube, Inc.: Williams & Connolly LLP  
680 Main Avenue, SW  
Washington, DC 20024  
BY: JOSEPH G. PETROSINELLI,  
ASHLEY W. HARDIN, ATTORNEYS AT LAW

For Federal Insurance Company: Holwell Shuster ^ Goldberg LLP  
425 Lexington Avenue  
New York, New York 100017  
BY: BLAIR KAMINSKY, Attorney at Law  
Clyde & Co.  
150 California Street, 15th Floor  
San Francisco, California 94111  
BY: JASON CHORLEY, ATTORNEY AT LAW

For Hartford Casualty Insurance Co.: Saul Ewing LLP  
1919 Pennsylvania Avenue, NW,  
Suite 550  
Washington, DC 20006  
BY: MATTHEW J. ANTONELLI, ATTORNEY AT LAW

For Zurich American Insurance Company: Skarzynski Marick & Black LLP  
500 West Madison Street, Suite 3600  
Chicago, Illinois 60661  
BY: TIMOTHY H. WRIGHT, ATTORNEY AT LAW

A P P E A R A N C E S (CONT'D.)

For Old Republic Insurance Company: Kennedys CMK LLP  
101 California Street, Suite 1225  
San Francisco, California 94111  
BY: TRAVIS WALL, ATTORNEY AT LAW

--000--

1 Wednesday, February 12, 2025

2:04 p.m.

2 P R O C E E D I N G S

3 --o0o--

4  
5 **THE CLERK:** Good afternoon, everyone. These  
6 proceedings are being court reported by this Court. Any other  
7 recording of this proceeding, either by video, audio,  
8 including screenshots or other copying of the hearing, is  
9 strictly prohibited.

10 Your Honor, now calling the civil matter 22-MD-3047-YGR,  
11 In Re: Social Media Adolescent Addiction Personal Injury  
12 Products Liability Litigation.

13 Today's appearances will be added to the minutes.

14 **THE COURT:** Thank you.

15 Okay. As is our custom and practice as noted, we have the  
16 sign-up sheet outside, and we will attach those in terms of  
17 appearances.

18 Everybody should remember that when you come to the  
19 podium, you should identify yourself for the record for people  
20 listening and to help the court reporter. As I indicated,  
21 we've been on the record since eight this morning, so be  
22 patient with us, okay? We'll try to be patient back.

23 I have three things on my list. One is the hearing on the  
24 motions for interlocutory appeal. There seems to be a issue  
25 with regard to dismissals, and then the case with the

1 insurance or issue with the case regarding the insurance  
2 coverage.

3 First I'll ask, is there anything else that has come up  
4 that you want to discuss that I didn't list?

5 Anything from the plaintiff?

6 **MS. HAZAM:** No, Your Honor.

7 **MR. WARREN:** No, Your Honor.

8 **THE COURT:** Anything from the defense?

9 **MR. SCHMIDT:** No, Your Honor.

10 **THE COURT:** Let's start with the -- let's get warmed  
11 up, and we'll start with the little stuff.

12 How about the dismissals? Who's going to deal with that?

13 **MS. SIMONSEN:** Good afternoon, Your Honor. Ashley  
14 Simonsen, Covington & Burling, for the Meta defendants.

15 **MS. McNAMARA:** Good afternoon, Your Honor. Claire  
16 McNamara, Washington State Consumer Protection Division, here  
17 on behalf of the COPPA transitioning states.

18 **THE COURT:** Okay.

19 So it doesn't sound like there's a disagreement about the  
20 need or the desire to dismiss; it's only a question of the  
21 mechanism.

22 And, you know, I'm happy to do it as a Rule 15 amendment.  
23 I think that that's appropriate, and so just give me a  
24 stipulation, and we'll be done with it.

25 **MS. SIMONSEN:** Very good, Your Honor.



1           **MS. McNAMARA:** Thank you.

2           **MS. SIMONSEN:** Thank you.

3           **THE COURT:** All right. See, one down already. Makes  
4 me feel better.

5           All right. Let's go to the motions.

6           Let's start with who will be arguing so I know who I'll be  
7 talking to. This is on the motions for interlocutory  
8 certification.

9           On the plaintiff's side, who will be arguing?

10          **MR. WARREN:** Your Honor, Previn Warren for the  
11 personal injury and school district plaintiffs.

12          **MS. BATCHELDER:** Krista Batchelder for the state  
13 attorneys general.

14          **THE COURT:** Okay. Hold on. Where are --

15          **MS. BATCHELDER:** With the Colorado Attorney General's  
16 Office.

17          **THE COURT:** Okay. Got it.

18          **MR. PETROSINELLI:** Your Honor, good afternoon. Joe  
19 Petrosinelli here for the Google/YouTube defendants. We have  
20 different people arguing different motions, so --

21          **THE COURT:** So tell me how it -- how it breaks down.

22          **MR. PETROSINELLI:** The motion by all defendants for  
23 certification as to the school district claims is going to be  
24 argued by my partner Ashley Hardin.

25          **THE COURT:** Okay.

1                   **MR. PETROSINELLI:** And then the motion of Google  
2 and -- and YouTube and Snap for certification, I'm going to  
3 argue that one.

4                   And then with respect to the attorney generals' motion for  
5 certification, that would be argued by Jim Rouhandeh  
6 representing Meta.

7                   **THE COURT:** From Davis Polk.

8                   **MR. PETROSINELLI:** Yes, Your Honor.

9                   **THE COURT:** Okay.

10                  So let's go ahead and start with the school districts.

11                  You want to state your appearance.

12                  **MS. HARDIN:** Ashley Hardin from Williams & Connolly  
13 on behalf of defendants, Your Honor.

14                  **THE COURT:** All right. You may proceed.

15                  **MS. HARDIN:** Your Honor, I'd like to start with the  
16 third prong of the 1292(b) standard, which I know you're quite  
17 familiar -- but it's the fact that interlocutory appeal would  
18 materially advance the termination of the litigation, and talk  
19 a bit about the pragmatic considerations and why we feel that  
20 getting that interlocutory review now is the smart, efficient  
21 choice.

22                  And I think that that is demonstrated if we look at  
23 recent --

24                  **THE COURT:** Can I ask before you go down this road?

25                  **MS. HARDIN:** Yes, ma'am.

1           **THE COURT:** Are you suggesting that -- it wasn't  
2 clear to me whether you were suggesting dual tracking or  
3 whether you were suggesting that the other claims proceed and  
4 this one gets held in abeyance, because these cases are  
5 supposed to be going to trial in a year, and the likelihood  
6 that we have a decision back in a year is low.

7           **MS. HARDIN:** So --

8           **THE COURT:** So "yes" or "no," dual tracking or held  
9 in abeyance?

10          **MS. HARDIN:** On the -- I'm just making sure I  
11 understand your question, Your Honor.

12          The school district cases, we're asking for certification  
13 on both of the claims. And so those cases I think ultimately  
14 would be held in abeyance. I think -- we've not asked for a  
15 stay at this point. We're prepared to finish fact discovery  
16 on April 4th, including in the school district cases.

17          If Your Honor is inclined to certify some of the questions  
18 and then, of course, depending on what happens on some of the  
19 other motions that are being argued today and whether there's  
20 any impact on the personal injury cases, we think a stay might  
21 make sense. But it would -- the -- the appropriate contours  
22 of that stay probably need to wait and see what exactly Your  
23 Honor would do.

24          **THE COURT:** Well, then, how can you argue pragmatism?

25          **MS. HARDIN:** We certainly think, like we said, we are

1 less than two months away from the finish of fact discovery,  
2 and as I said, we're prepared to go forward on that.

3 We do believe that --

4 (Interruption by the Official Certified Stenographic Court  
5 Reporter to clarify the record.)

6 **MS. HARDIN:** I'm sorry.

7 If Your Honor certifies one or both of the questions that  
8 we're asking for, we think the pragmatism comes in because --  
9 take the nuisance case -- the nuisance claim, for example,  
10 Your Honor. If that case -- if that claim is certified, there  
11 are efficiencies to be gained by not doing certain expert  
12 discovery that would be required only in the school district  
13 cases that is not duplicative of what would also be happening  
14 in the personal injury cases.

15 For example, there would be abatement experts that will  
16 only be relevant to the school district cases that would not  
17 also be relevant to the personal injury cases and, therefore,  
18 that could be carved off.

19 But our -- our pragmatic considerations, Your Honor, are  
20 primarily that we've seen what happens in litigation like  
21 this. And we have some recent examples from other large  
22 litigations, large MDLs, that involve nuisance claims. The  
23 opioid litigation, for example, Your Honor.

24 In recent memory, it's one of the largest MDLs, largest  
25 litigations in the country. It was MDL'd in late 2017.

1 Motions to dismiss were filed in 2018 before the MDL judge.

2 **THE COURT:** You --

3 **MS. HARDIN:** I'm sorry.

4 **THE COURT:** She has literally been typing nonstop  
5 since eight o'clock this morning with three 20-minute breaks.

6 **MS. HARDIN:** Apologies, Your Honor.

7 **THE COURT:** Seriously. Slow down.

8 **MS. HARDIN:** I understand.

9 Motions to dismiss in the opioid MDL were filed in 2018,  
10 arguing, much as we have done here, that nuisance is not broad  
11 enough to cover these types of claims.

12 Those motions were denied. Defendants in those cases  
13 requested certification to the Sixth Circuit on 1292(b).  
14 Those were denied. In the intervening years --

15 **THE COURT:** Did -- did defendants take a direct  
16 appeal to the Sixth Circuit?

17 **MS. HARDIN:** After the conclusion of the trial, Your  
18 Honor, that involved the pharmacies, that is exactly what  
19 happened.

20 **THE COURT:** And then...?

21 **MS. HARDIN:** And then -- that was in 2000 and -- I  
22 think the trial was in 2022. The appeal went up to the Sixth  
23 Circuit. And the Sixth Circuit certified the question to the  
24 Ohio Supreme Court, and that ruling just came down in the  
25 middle of December of 2024.

1           **THE COURT:** And what did they say?

2           **MS. HARDIN:** They said that the nuisance claim was  
3 abrogated by statute in Ohio, which is exactly what the  
4 defendants had argued all along, and it -- and that the claim  
5 of nuisance was not valid. After all of the time and expense  
6 and trial and untold millions of dollars that were spent,  
7 multiple bellwether trials, all to find out six years later  
8 that the claim was not valid to begin with.

9           The same thing happened in the -- also in the opioid  
10 litigation but in the Oklahoma State Court, Your Honor. There  
11 was a lengthy trial. Millions of dollars, time and resources  
12 from the parties and from the court, only to go up on direct  
13 appeal to the Oklahoma Supreme Court and for that court to say  
14 that nuisance was not a recognized cause of action.

15           Same thing with lead paint, Your Honor, in the row -- in  
16 the lead industries case, which has been cited to Your Honor  
17 extensively in the briefing of these cases.

18           And so we have the opportunity now to avoid that. These  
19 are, I think --

20           **THE COURT:** How? The Ninth Circuit doesn't control  
21 state law. The last time I was sitting by designation on the  
22 Ninth Circuit and we certified something to the California  
23 Supreme Court, it took four years.

24           **MS. HARDIN:** I understand that, Your Honor. There  
25 are 38 states now involved in this litigation. When we

1 briefed and argued the motion to dismiss before Your Honor and  
2 when you issued your opinion, I believe, there were only 19  
3 states at issue. So it's not --

4 **THE COURT:** It's increased, 'cause I thought it was  
5 decreasing?

6 **MS. HARDIN:** By --

7 **THE COURT:** When you -- oh, you mean in terms of  
8 school districts, not state AGs, because the state AGs are  
9 leaving.

10 **MS. HARDIN:** That's right. There are now -- more  
11 than half of the school district cases that are pending in the  
12 MDL are cases that had not been -- are from states that were  
13 not at issue when we briefed and argued the motion to dismiss.

14 We're not suggesting that we need guidance from all --  
15 we're not suggesting we need guidance from all of those  
16 supreme courts, Your Honor, but what we believe is the most  
17 efficient at this point is to certify it to the Ninth Circuit.

18 If the Ninth Circuit feels that it needs guidance from one  
19 or more of the state supreme courts, then it would have the  
20 option to do that. But given the breadth of states that are  
21 at issue, we believe that that's the most efficient path at  
22 this point.

23 It would also save judicial resources at this point, Your  
24 Honor, because I think, as we've put in our reply, we now have  
25 400 cases from the JCCP that are seeking to dismiss there and

1 refile here. So the differing opinions and the differing  
2 landscape that we have from the JCCP to the MDL is leading to  
3 blatant forum shopping. And it's an opportunity to have  
4 appellate review in a case that is, of course, of extreme  
5 significance to the parties, lots at stake. It makes  
6 efficient sense to get the answer now to whether these are  
7 even valid claims and not wait years.

8 I understand the plaintiffs' argument is that we've  
9 already come so far in discovery and, therefore, it doesn't  
10 make sense to do that now.

11 We disagree because, as I was saying at the beginning,  
12 there is lots of work left to be done in these cases, more  
13 work to be done than has been done. We --

14 **THE COURT:** Well, there's -- the only work to be done  
15 right now is relative to the bellwethers.

16 **MS. HARDIN:** Well, the discovery that's taking place  
17 against the defendants, Your Honor, is -- is broad and deep  
18 and it's --

19 **THE COURT:** And you're suggesting that the discovery  
20 to the AGs is not? Because I just spent two hours last month  
21 hearing from them about what the defendants were doing.

22 **MS. HARDIN:** My client is not in those AG cases, Your  
23 Honor, so I'm --

24 **THE COURT:** I have --

25 (Simultaneous colloquy.)



1           **THE COURT:** Be clear. I will consider the  
2 perspectives of all of you collectively when we are talking  
3 about this issue, so don't try to distance yourself. And the  
4 fact that the defendants are trying to play both sides of the  
5 line will not help you with me.

6           **MS. HARDIN:** Your Honor, our position, as I've said a  
7 couple of times now, is we're happy to finish fact discovery.  
8 But there's a lot of work done, including in the bellwethers,  
9 on expert discovery.

10          As I said, there are experts that would be relevant to  
11 school districts that are not relevant in the PI cases that --  
12 or, as I understand it, to the state AG cases that we could  
13 avoid.

14          Obviously bellwether plaintiffs trials themselves are  
15 quite time-consuming and expensive. They are a drain on the  
16 court's resources, as you know. And even if we were to  
17 proceed in sort of the quote, unquote, normal fashion and have  
18 some bellwether plaintiffs' trials, take some direct appeals,  
19 those are also very likely to be years away. And it's not at  
20 all clear that even if we go that route, that we will get  
21 the -- the guidance on these core threshold issues that we are  
22 seeking now. Because after a trial, there could be all sorts  
23 of reasons why those issues were not reached. It -- the  
24 appeal --

25           **THE COURT:** I did not understand that argument.

1 It is inconceivable to me that if you go to trial on these  
2 claims and you appeal any verdict which is not satisfactory to  
3 you to that supreme -- appellate court and then up to the  
4 Supreme Court, that you wouldn't be appealing that particular  
5 issue.

6 **MS. HARDIN:** Well, I certainly agree, we might appeal  
7 on it, but the Court --

8 **THE COURT:** Well, you would certainly appeal,  
9 wouldn't you?

10 **MS. HARDIN:** I feel certain, but that doesn't mean  
11 that the Court of Appeals would reach that issue if there were  
12 more narrow grounds on which the Court could decide the issue  
13 such as causation or a failure of proof.

14 We had this exact experience in an opioids case, Your  
15 Honor, where we did appeal on multiple issues, but the Court  
16 can certainly say, even taking nuisance as broad enough to  
17 cover these claims, it could be a failure of proof issue;  
18 there could be a evidentiary --

19 **THE COURT:** Did they really say it was a failure of  
20 proof? Is that what they -- that what the Court of Appeals  
21 said?

22 **MS. HARDIN:** In the case that I'm speaking of --

23 **THE COURT:** Yes.

24 **MS. HARDIN:** -- we argued multiple issues. That is  
25 one of them. That case is actually now in the Fourth Circuit,

1 been certified to the West Virginia Supreme Court on the issue  
2 of nuisance. So we don't yet have a ruling from either the  
3 state supreme court or the Fourth Circuit.

4 But that is a -- that is something that has been argued to  
5 the Court, which is it wouldn't necessarily have to reach that  
6 issue in order to decide the appeal.

7 **THE COURT:** How often in state common law cases where  
8 someone loses and a jury finds against you, have you ever seen  
9 a court throw out a verdict on failure of proof?

10 **MS. HARDIN:** Your Honor, I've seen it a few times  
11 actually.

12 **THE COURT:** More often than not?

13 **MS. HARDIN:** In my own practice, I -- I don't think I  
14 could put a number on it, but I've certainly --

15 **THE COURT:** More often -- I'm not asking you for a  
16 number. I think it is incredibly rare that a Court of Appeal  
17 would say there was insufficient evidence for a jury to make  
18 the finding. They don't -- they don't tend to do that. No,  
19 they may say, the claim was not there to begin with. That, I  
20 understand. But the argument that you're making is pretty  
21 weak with that respect.

22 **MS. HARDIN:** Well, I understand Your Honor's  
23 perspective on it. I guess what I would say is if those are  
24 the issues that are going to go up on appeal regardless, and I  
25 think what we're saying here is that really if -- whichever

1 route we go, these are issues that the Court of Appeal is  
2 going to have to wrestle with, it is better to have that now  
3 and to know now what the legal landscape is.

4 These are hundreds of cases, as Your Honor well knows. We  
5 are trying to get information on both sides so that both sides  
6 may appropriately --

7 **THE COURT:** Why wouldn't it be better after summary  
8 judgment when we have more of a record? Many of these issues  
9 are fact intensive, and the motion to dismiss is just a -- is  
10 just the gateway.

11 And there was plenty of explanation in the order about how  
12 the facts in these particular cases matter. And -- and the --  
13 appellate courts don't have those facts.

14 **MS. HARDIN:** We understand -- we understand Your  
15 Honor's ruling.

16 Our position is that these are threshold legal issues that  
17 do not require the resolution of facts and that where taking  
18 the facts as pled as true, which Your Honor did and must do at  
19 this stage, they still don't satisfy the standard.

20 We don't -- there are certainly -- if we are at summary  
21 judgment, there will be evidentiary issues, there will be  
22 facts brought to bear, and we will certainly move at summary  
23 judgment.

24 But we think there are threshold issues that can and  
25 should be decided before we even get there. And, again, these

1 are issues -- I don't think anyone disagrees that both sides  
2 really regardless of how it plays out will want appellate  
3 review. We know that based on what's happening in the JCCP.  
4 Judge Kuhl did dismiss the four cases in the -- in the JCCP on  
5 her demurrer.

6 **THE COURT:** And isn't that up on appeal?

7 **MS. HARDIN:** It is about to be, Your Honor. I think  
8 plaintiffs have asked for an extension, and their opening  
9 brief is due, I think, late this month or early next, but  
10 we --

11 **THE COURT:** So why don't we just allow that process  
12 to proceed and then -- in parallel and when we get a ruling,  
13 deal with it in terms of how it applies here at least with  
14 respect to California?

15 **MS. HARDIN:** We do believe they should proceed in  
16 parallel. There were only four states at issue on that  
17 appeal, Your Honor, whereas now we have 38, so we -- we will  
18 get some information from the California Court of Appeals  
19 about those four states. That's true.

20 We don't believe that's a reason to put on hold  
21 information that could be useful to the parties and to the  
22 Court for the remaining 34 states.

23 I'm happy to the address the other two prongs, Your Honor,  
24 if you have questions about those.

25 **THE COURT:** Response.

1           **MR. WARREN:** Thank you, Your Honor. Previn Warren  
2           for the school district plaintiffs.

3           Section 1292(b) is jurisdictional in nature. It is a  
4           narrow exception to the final judgment rule. It is to be  
5           applied only sparingly, and the burden very much falls on the  
6           movement -- movants. It is a heavy burden according to  
7           well-established Ninth Circuit case law.

8           I've heard my colleague on the other side speak about the  
9           practical efficiencies of --

10          **THE COURT:** Well, I mean, she raised this issue of  
11          what happened in Ohio. Why is that not instructive, that we  
12          should not waste resources only to hear six years later that  
13          the claim shouldn't have been there in the first instance?

14          **MR. WARREN:** Your Honor, I think there are -- you  
15          know, I think we need to look at this particular case and --

16          **THE COURT:** Try to distinguish that case first.

17          **MS. HAZAMM:** I'll distinguish that case by saying  
18          there -- there was one state law at issue. Here, there are  
19          over a dozen. So if this goes up to the Ninth Circuit, we're  
20          going to see certification to state supreme courts in over a  
21          dozen states.

22          And all of the delays and all of the inefficiency and all  
23          of the work that would entail briefing that, which  
24          dramatically exceeds the work of simply continuing with the  
25          case management schedule that Your Honor has thoughtfully set,

1 finishing fact discovery, finishing expert discovery, getting  
2 summary judgment briefing in the bag, all of which is slated  
3 to be done this calendar year.

4 At that point, there will be a full, complete factual  
5 record for any appellate court to review, you know, should  
6 appeals then be taken.

7 But at this particular juncture, splintering the case over  
8 a dozen different ways would vastly decrease efficiency,  
9 vastly increase workload for the parties, and not provide the  
10 benefits in the one example that my colleague Ms. Hardin has  
11 cited.

12 So from a -- from a efficiency standpoint, I do not think  
13 it is more efficient. But we don't even get to that  
14 consideration unless they can meet the three statutory  
15 factors, which, again, are jurisdictional in nature. And I  
16 know my colleague will be addressing those, so I'll hold on --  
17 on taking those up. But I did just want that framing to be --  
18 to be clear because this is -- at the end of the day, Your  
19 Honor has discretion to deny this motion. But Your Honor  
20 doesn't have discretion to avoid the three statutory factors.  
21 Those must be satisfied in order for the Ninth Circuit to have  
22 jurisdiction on an interlocutory basis.

23 **THE COURT:** Any response.

24 **MS. HARDIN:** A brief response on that point, Your  
25 Honor, which is I don't think there's any certainty or

1 guarantee or even likelihood that this will splinter into  
2 dozens of cases if it goes to -- to the Ninth Circuit. We  
3 don't know what the Ninth Circuit would do.

4 Certainly has the option to certify questions to one or  
5 more state supreme courts. But I think that's a bit of -- of  
6 a parade of horrors that we're not sure would happen. We  
7 actually think this is the most efficient way to resolve it.

8 We're in federal court. This is -- this Court, at least  
9 as to California, does not have the ability to certify a  
10 question to the Supreme Court of California. That's -- that's  
11 not true with regard to other states, however.

12 But the efficient way here is to go up to the Ninth  
13 Circuit. That's where these cases will be headed eventually.  
14 I think your question to my colleague on the other side is --  
15 is the one we're asking ourselves, of course, which is why put  
16 all of this time and effort if these are claims that shouldn't  
17 be here in the first place.

18 The Court of Appeals may also just dismiss on *Erie* grounds  
19 and suggest that the -- the state courts haven't themselves  
20 allowed these types of claims to go forward and, therefore,  
21 the federal court should not be doing that, so I -- I  
22 certainly don't think we know there'll be --

23 **THE COURT:** Even if you are right about nuisance, the  
24 school districts still have negligence claims. And that seems  
25 to me to create a huge waste to certify one and not a second.



1 We aren't going to go forward with all of this work on  
2 negligence. I know you want both, but it's -- you have a much  
3 weaker argument with respect to negligence. And then it  
4 becomes even weaker if what you're doing is asking me -- is to  
5 splinter them.

6 **MS. HARDIN:** Well, we certainly do ask for both. I  
7 don't disagree with you, Your Honor, that our -- our argument  
8 is stronger on the nuisance claims, and we -- than it is on  
9 the negligence claims.

10 **THE COURT:** But there's no pragmatism to go up on one  
11 while staying everything through trial, and it's not trial of  
12 everything. It's trial on a handful of cases and -- on one  
13 claim. That makes no sense.

14 **MS. HARDIN:** We think it does make sense, Your Honor,  
15 and that's because when we -- when I talk about experts that  
16 we might not need in the school district cases that are not  
17 overlapping with the PI cases, they are at least off the top  
18 of my head sort --

19 **THE COURT:** So let's assume for purposes of argument  
20 that you have a strong claim with respect to nuisance, a weak  
21 argument, which I think you do, with respect to negligence.  
22 Are you suggesting that you're having -- that causation  
23 experts are going to be separate for nuisance than causation  
24 experts for negligence?

25 **MS. HARDIN:** I think the experts that would differ

1 predominantly between the two are these quote, unquote,  
2 abatement experts that -- that plaintiffs will have which will  
3 cover what they call -- is their abatement plan. We can save  
4 for another day our dispute about whether that's proper  
5 nomenclature.

6 And also I do believe that there will be differences in --  
7 in other damages, Your Honor, that would be different between  
8 the two cases and --

9 **THE COURT:** But how is it efficient for me to -- to  
10 litigate fully negligence and then if you're wrong, which of  
11 course I think you are because I wrote a long opinion telling  
12 you why I think you're wrong, to then have to do a redo on  
13 nuisance when everything else has gone forward on negligence?  
14 It makes no sense.

15 **MS. HARDIN:** From our experience, Your Honor, in the  
16 opioid litigation, we believe that the nuisance claims are the  
17 claims that are driving this litigation on the school district  
18 side.

19 What happened in the opioid litigation is that as we went  
20 through discovery and -- and neared trial, many of the  
21 plaintiffs, who in those cases were local government entities,  
22 cities and counties predominantly, dismissed their negligence  
23 claims, and all we had was nuisance, and that -- there are  
24 several legal reasons why that's true, one of which is this  
25 abatement remedy. It really does drive the nuisance claim on

1 their side. It's where I think we will see the plaintiffs are  
2 asking for the biggest dollars and the biggest damages.

3 And so if we are talking about resolution of these cases  
4 on a mass scale, information about the validity of the  
5 nuisance claim and whether abatement is [sic] or is off the  
6 table is huge.

7 And so we do think it is a -- a game changer in these  
8 cases, even if we're only talking about nuisance. And, again,  
9 in the opioid litigation, we think past is -- is prologue  
10 here, Your Honor. And those were the claims that remained  
11 after years of that litigation.

12 And now we are seeing the rulings come out from the  
13 appellate level from Oklahoma, Ohio, Maine -- we just  
14 submitted a supplemental authority to Your Honor on Monday  
15 where the Maine Supreme Court has ruled on an opioid case.

16 The Sixth Circuit now dismissing the verdict in -- against  
17 the pharmacies, largely because of the Ohio Supreme Court  
18 ruling from December, so we do think it is -- it is what will  
19 drive these cases. It will -- it is what will inform the  
20 parties about the litigation risk and the real value of these  
21 cases, so we do see a value even if only certifying the  
22 nuisance question if that's where Your Honor is inclined.

23 **THE COURT:** A response.

24 **MR. WARREN:** Thank you, Your Honor.

25 My colleague referred to a parade of horrors. It's a

1 parade of realities. The -- the charge of this Court was to  
2 make an *Erie* prediction as to what the highest state supreme  
3 courts would do when faced with the public nuisance question.  
4 And that's exactly what Your Honor did. That's exactly what  
5 the Ninth Circuit would have to do. And in order to actually  
6 get firm guidance from the state supreme courts, it would have  
7 to ask, so that's -- that's reality. That's not a  
8 hypothetical. That's -- that's precisely what would happen.

9 And I think the movants' request is an invitation to chaos  
10 in which we are now litigating in, instead of in one forum,  
11 more than 13. So that's -- that's one thing.

12 The other thing is I heard my colleague say a lot of  
13 things about the structure of our cases, what experts we would  
14 put forth, where the focus would be, where the damages would  
15 be, but they don't have any basis to actually know that  
16 because we haven't done expert discovery yet.

17 We ought to be able to be in the driver's seat of what we  
18 present and how we present it and how important our nuisance  
19 claim is relative to our negligence claim.

20 Now, the reality is I suspect the damages experts on the  
21 school district side to be arguing on both claims at the same  
22 time. So there's no efficiency from our perspective in having  
23 an expert opine on damages for negligence but not nuisance  
24 because that's got shaved off arbitrarily.

25 So this is another instance where, you know, hypothesizing

1 workload that hasn't happened yet is not a sound basis to do  
2 something that's going to create piecemeal appeals and  
3 frustrate what the Court has strived so hard to do, which is  
4 make this process efficient.

5 **THE COURT:** The one question that may be more of a  
6 legal question I think than public nuisance is the -- the  
7 overlay of 230, Section 230.

8 Argument on that front.

9 **MR. WARREN:** Yes, Your Honor. Would I start or were  
10 you asking my colleague?

11 **THE COURT:** It doesn't matter to me.

12 **MR. WARREN:** I'm happy to give it a go in that case.

13 And I would say this: The application of Section 230 to  
14 the facts of this case has been highly fact intensive. That  
15 is the definition of a mixed question of law and fact. A  
16 mixed question of law and fact cannot drive a 1292(b)  
17 interlocutory appeal, period. And the law on that is clear.

18 I don't think there -- the movants have a single good  
19 example of any court applying Section 230 in a factual vacuum.

20 Now they say, okay, it's applying the law to the  
21 allegations in the complaint. Well, that's always going to be  
22 true on a motion to dismiss. That doesn't change the fact  
23 that it's a mixed question of law and fact.

24 And here, where Your Honor has taken great pains to tease  
25 apart the different features at issue across four different

1 social media platforms, there's all the more reason to  
2 understand how do those features actually work.

3 Well, we are finding out finally how they work. We are  
4 taking testimony from dozens of company witnesses, both past  
5 and current. And we are learning exactly how key features,  
6 like the recommendation algorithm, do and do not harm people,  
7 you know, with or without reference to content.

8 And what we're actually learning is content has a highly  
9 subsidiary role here. It may be the but-for cause, but, of  
10 course, we know under established Ninth Circuit precedent  
11 that's not enough to trigger 230 immunity. But it's actually  
12 how the recommendation algorithm structures and aggregates and  
13 presents content that actually creates harm that wouldn't  
14 otherwise have existed.

15 So we're learning not only about that but about all the  
16 other features at issue. And I think the Ninth Circuit will  
17 want that information and need that information in order to  
18 make an intelligent determination around the application of  
19 Section 230.

20 So I think interlocutory review on issues of Section 230  
21 is extremely premature, and the movants cannot carry their  
22 heavy burden of seeking review right now.

23 **THE COURT:** Response.

24 **MS. HARDIN:** Your Honor, my colleagues are going to  
25 address the -- the nuts and bolts of 230, but what I would say

1 as it relates to the school district case is that they are  
2 unrelated. The -- the legal issues at issue -- of course,  
3 we -- we moved to dismiss on Section 230 grounds. But the --  
4 this 1292(b) request that we're making is about the validity  
5 of the nuisance claim and the negligence claim and whether or  
6 not the tort of public nuisance is broad enough to cover the  
7 claims as pled by the plaintiffs.

8 So even taking as true all that they have alleged about  
9 how the platforms work, and what they do, and what the harms  
10 are, and what the effects are, taking all of that as true,  
11 that does not in our view -- we understand Your Honor saw it  
12 differently, but in our view -- and we believe that at a bare  
13 minimum the -- the -- it's pretty clear that the weight of  
14 authority is that -- and given recent experience that it's --  
15 it's not unlikely, I think we could say, that -- that we might  
16 go the way of the opioid cases and of the lead paint cases.

17 So I think you can, for purposes of this motion on the  
18 nuisance and the negligence claim on school districts, is put  
19 Section 230 to one side.

20 Now, obviously, there are multiple motions and, as Your  
21 Honor said, you're going to rule holistically and you're going  
22 to do what's best for the whole, and so I think we can wait  
23 and see what happens on the other motions, again, in terms of  
24 what might make sense as to how these --

25 **THE COURT:** Go ahead. Finish off.

1           **MS. HARDIN:** I would just say how we would ultimately  
2 structure or -- or dual track the cases. But I think you can  
3 decide this 1292(b) motion on more narrow grounds that don't  
4 involve some of the thornier Section 230 issues.

5           **MR. WARREN:** May I briefly respond, Your Honor?

6           **THE COURT:** You may.

7           **MR. WARREN:** I think my colleague has finally shown  
8 defendants' hand on the issue of the controlling question of  
9 law.

10           To read the brief, you would think the relevant question  
11 of law was how to apply *Erie* and whether Your Honor made an  
12 appropriate *Erie* prediction, you know, quote, unquote,  
13 extending state law. But that's not at all what I just heard  
14 Ms. Hardin say.

15           She said the question was, is tort of public nuisance  
16 broad enough to cover these factual circumstances. That's  
17 actually what they're ultimately getting at. And the problem  
18 there is there's no substantial disagreement on that question  
19 with respect to about a dozen states. And I can list them  
20 right now. I mean, they include Alaska, for example; Arizona;  
21 Colorado; Georgia; Indiana; Kentucky; Louisiana; Maryland;  
22 Nevada; North Carolina; Pennsylvania; Utah; Virginia. Those  
23 are states as to which the defendants, the movants, were  
24 unable to muster any authority to demonstrate a substantial  
25 ground for difference of opinion.



1        So the second of the three jurisdictional factors has not  
2        been satisfied, which means this Court actually cannot grant  
3        interlocutory review, even if Ms. Hardin was right and it  
4        would be the most practical and efficient thing to do, which  
5        it isn't.

6                **THE COURT:** All right.

7        Next?

8                **MS. HARDIN:** May I respond to that, Your Honor, or --

9                **THE COURT:** Briefly.

10               **MS. HARDIN:** I'm not sure what my colleague believes  
11        the "gotcha" is. We certainly have two bases. We do believe  
12        that -- that the proper *Erie* response in this situation would  
13        have been not to expand state law where a state supreme court  
14        has not already done so. But we certainly -- I think we're  
15        quite clear in our briefing that we believe there is a  
16        substantial ground for difference of opinion as to the merits.

17        We're not here to relitigate those merits today, Your  
18        Honor, but, again I think it's -- the -- the point is there  
19        are many cases -- indeed, now the count -- when we briefed it,  
20        it was five of seven. Now with Washington in the case, Your  
21        Honor, it's seven of eight state supreme courts have come out  
22        differently. So there's certainly a substantial ground for  
23        difference of opinion.

24        I don't think it can be disputed that it is a controlling  
25        issue of law if the -- if the outcome were in the defendants'

1 favor, the cases would be over. That's what's happening in  
2 the JCCP, and now they're up on appeal. And even if there is  
3 an affirmance and the Ninth Circuit sees it as Your Honor sees  
4 it, that is still the -- there could be narrowing, there could  
5 be information given to the parties that would materially  
6 advance the resolution of the litigation, so --

7 **THE COURT:** I don't understand how the -- how there  
8 would be narrowing. What do you mean?

9 **MS. HARDIN:** Well, a court could certainly suggest  
10 that it's not -- that there could be -- some of the claims  
11 could go forward as nuisance claims and some cannot.

12 For example, there could be issues, as we've talked about,  
13 on the -- the types of issues that they -- they may not be  
14 able to seek, for example, medical treatment. Those could be  
15 held to be too individualized and not complicating public  
16 right. Whereas, there could be some other of the --

17 Again, you know, we think they should all go out, but  
18 there can certainly be, as Your Honor has done in a parsing,  
19 that a Court of Appeals could -- could very well do that same  
20 thing.

21 So there could be a less-than-full defense win at the  
22 Ninth Circuit and still be a narrowing of these -- of these  
23 claims that would narrow discovery, narrow experts, narrow a  
24 trial.

25 **THE COURT:** Anything else?

1           **MR. WARREN:** Your Honor, I would -- I would simply  
2       respond that heard a lot of "could bes" and "maybes," but  
3       that's not enough to satisfy the heavy burden that movants  
4       bear here.

5           **THE COURT:** All right.  
6       Who's next?

7           **MS. HARDIN:** Thank you, Your Honor.

8           **THE COURT:** Thank you.  
9       Mr. Petrosinelli?

10          **MR. PETROSINELLI:** Yes, thank you, Your Honor.

11       This is the motion -- it's a motion on behalf of -- I'll  
12       call it Google, but I mean the Google defendants and Snap.  
13       This one is a different kind of motion. And I say that  
14       because of this: Meta and TikTok appealed this issue, the --  
15       the issue of whether if an underlying design defect claim is  
16       barred by Section 230, then a failure to warn claim should  
17       also be barred.

18          **THE COURT:** Right.

19          **MR. PETROSINELLI:** No matter what the feature is and  
20       what the defect is. And that is before the Ninth Circuit.

21       The plaintiffs and the AGs, I believe, have moved to  
22       dismiss that appeal on jurisdictional grounds, saying it  
23       doesn't meet the collateral order doctrine, so --

24          **THE COURT:** And when will that be decided?

25          **MR. PETROSINELLI:** It's fully briefed and so --

1           **THE COURT:** When is it being argued?

2           **MR. PETROSINELLI:** I don't think there's an argument  
3 date set, and I'm not sure they would hear argument on it. I  
4 think they might just decide on the papers, is my experience.

5           But they -- they could ask for argument, but they have  
6 not.

7           **THE COURT:** When was the briefing complete?

8           **MR. PETROSINELLI:** Two weeks ago, I'm told, Your  
9 Honor.

10           So the reason why this is different is because the --  
11 Google and Snap filed -- we filed our 1292(b) motion because,  
12 a, we think it meets the standard for 1292(b). But b, if the  
13 Ninth Circuit wants to decide this issue, thinks it's worth  
14 deciding now but finds some jurisdictional defect in the  
15 collateral order doctrine -- in other words, if they think  
16 we'd like to get to the merits, but --

17           **THE COURT:** You don't think they'll tell us? Since  
18 when has the Ninth Circuit been shy?

19           **MR. PETROSINELLI:** Well, they're not --

20           **THE COURT:** They're not. They're not shy. They  
21 could easily say, "we'd like to hear this. This is  
22 procedurally improper."

23           **MR. PETROSINELLI:** For sure. And --

24           **THE COURT:** So why would I do anything until I hear  
25 from them on that topic?

1           **MS. HARDIN:** Well, you wouldn't have to, but I guess  
2           the question would be --

3           **THE COURT:** If they want to hear it, they're going to  
4           hear it. The Ninth Circuit is not shy about hearing things in  
5           which they have an interest.

6           **MR. PETROSINELLI:** Completely agree, Your Honor.

7           And that's why we were trying to give them every option to  
8           hear it if they want to.

9           **THE COURT:** Yeah, but they'll hear it if they want to  
10          anyway.

11          **MR. PETROSINELLI:** That -- if they -- sure, they  
12          could deny the plaintiffs' motion to dismiss and hear the  
13          appeal, in which case, you're right, the 1292(b) wouldn't be  
14          necessary.

15          **THE COURT:** Right.

16          **MR. PETROSINELLI:** For sure.

17          **THE COURT:** But what I'm saying, though, is that  
18          it -- it is -- is there no -- well, who's representing Meta?

19          **MR. PETROSINELLI:** Mr. Rouhandeh.

20          **MR. ROUHANDEH:** James Rouhandeh, Davis Polk.

21          **THE COURT:** Come to the mic.

22          Now I haven't read your -- what's your name again?

23          **MR. ROUHANDEH:** James Rouhandeh of Davis Polk.

24          **THE COURT:** Did you not sign in?

25          **MR. ROUHANDEH:** I -- perhaps I forgot.

1           **THE COURT:** Oh, wait. Here it is. I've got you.

2           I suspect that you didn't bring your motion without  
3 grounds.

4           **MR. ROUHANDEH:** No, we -- we --

5           **THE COURT:** You have substantive grounds for your  
6 motion, don't you?

7           **MR. ROUHANDEH:** Yes.

8           **THE COURT:** And so if the Ninth Circuit really wanted  
9 to hear it, they'd grant the motion, wouldn't they?

10          **MR. ROUHANDEH:** Yes.

11          **THE COURT:** All right. So I don't understand what  
12 the issue is. That is, I -- I don't understand why I should  
13 get involved when Counsel Rouhan- --

14          **MR. PETROSINELLI:** Rouhandeh.

15          **MR. ROUHANDEH:** Rouhandeh.

16          **THE COURT:** -- Rouhandeh has filed a perfectly good  
17 motion that the Ninth Circuit is perfectly authorized to  
18 accept or not.

19          **MR. PETROSINELLI:** I think we are perfectly happy  
20 if -- if what the Court is suggesting, which makes sense to  
21 me, that if the Ninth Circuit decides this motion to dismiss  
22 in the near term and it grants -- it denies motion to dismiss  
23 and takes the appeal, that's great. We don't need the  
24 1292(b). We could hold this in abeyance.

25          But if they -- I think the reason why we filed it, Your

1 Honor --

2 **THE COURT:** The reason -- my point is if they don't  
3 take it, then they don't want it, in which case I would  
4 deny -- there -- the indication that they're giving me is  
5 don't send this back to us. We don't want it because we had  
6 the opportunity to hear it, and we didn't take it.

7 **MR. PETROSINELLI:** I suppose it depends on how they  
8 rule on the -- in -- granting the motion to dismiss. I mean,  
9 if they said, you know, it just doesn't meet the collateral  
10 order doctrine, I mean --

11 **THE COURT:** It -- he's given them a path.

12 **MR. PETROSINELLI:** I know he has. I'm very grateful  
13 for that.

14 **THE COURT:** And so there's a path. If they want it,  
15 they'll take it.

16 **MR. PETROSINELLI:** I think I'm just saying, Your  
17 Honor -- what I would say is, if we want to wait till the  
18 Ninth Circuit rules and see if they take it. If they don't --

19 **THE COURT:** Well, let me just say, I probably will  
20 wait till the Ninth Circuit rules. I don't know -- look, I'm  
21 still -- I still haven't gotten to a number of your motions.  
22 I'm trying. But when I have something at the Ninth Circuit  
23 and you're asking me to preempt and try to, you know, preempt  
24 what they're doing and I've got other motions that I have to  
25 deal with you, this isn't my highest priority.

1           **MS. HARDIN:** I'm perfectly happy to hold this in  
2           abeyance, Your Honor, and if the Ninth Circuit rules -- when  
3           they rule, see what they rule.

4           **THE COURT:** Any response?

5           **MR. WARREN:** Not really, Your Honor. Let's wait to  
6           see what the Ninth Circuit does.

7           **THE COURT:** All right.

8           Then we have -- well, Mr. Rouhandeh, I've got you -- does  
9           the -- people want to talk about the AG?

10                           (Pause in the proceedings.)

11           **MS. BATCHELDER:** Krista Batchelder with the Colorado  
12           Attorney General's Office.

13           **THE COURT:** Okay.

14           Who wants to start? No.

15           **MS. BATCHELDER:** I mean, I guess I can start.

16           Does Your Honor want --

17           **THE COURT:** Do you want to say anything else about,  
18           what, you've got a -- you don't think I can rule on the motion  
19           in any event; is that your point?

20           **MS. BATCHELDER:** Oh, with --

21           **THE COURT:** With respect to divestiture.

22           **MS. BATCHELDER:** Is Your Honor saying because there's  
23           a pending appeal, that you don't have the jurisdiction to  
24           certify the 1292(b) at this time? Because that was not the  
25           position we're taking.



(Simultaneous colloquy.)

**MS. BATCHELDER:** Yeah, that is not the position we're taking.

**MR. ROUHANDEH:** That's our position, Your Honor.

**MS. BATCHELDER:** The state attorneys general filed our motion to dismiss arguing that it was, first of all, a non-appealable order and then, second, that the collateral order doctrine does not apply.

And to Your Honor's question about, well, if the Ninth Circuit wants the issue, won't they just take it up? We do think that the Ninth Circuit might be hesitant to create a precedent of allowing these -- I don't want to say frivolous appeals, but these non-appealable order appeals going up and creating a logjam every time there's a non-appealable order arguing this collateral order doctrine in order to get issues in front of them and just inviting that sort of conduct at the district court level.

And so we are confident that our motion to dismiss will prevail, simply because of that -- how narrow the collateral order doctrine is. And given that, that Your Honor should be confident in proceeding on deciding whether or not to certify both the state AGs motion to certify for interlocutory appeal as well as that of the Meta defendants because we feel that the 230 issue is so intertwined that it would not make sense to hear one and not the other.

1 At the very least we would like Your Honor to hear the  
2 arguments and, at most, stay issuing your ruling. But we do  
3 think that the issue is ripe for Your Honor's review.

4 **MR. ROUHANDEH:** Your Honor, we would disagree.  
5 The -- this presents a really similar issue to what we just --  
6 Your Honor just addressed, which is they not only -- the state  
7 AGs not only moved to dismiss our appeal, they cross-appealed.  
8 So they have an appeal pending in front of the Ninth Circuit  
9 that raises the exact same question and set of issues that  
10 they brought their 1292(b) motion on, which is whether Section  
11 230 does protect the -- these various practices.

12 So the Ninth Circuit will rule on the cross-motions to  
13 dismiss and will either dismiss both appeals --

14 **THE COURT:** Right.

15 **MR. ROUHANDEH:** -- keep ours, deny theirs, but  
16 whatever happens, it's going to be a lot clearer picture after  
17 that.

18 But what they have done is actually taken the same issue  
19 and put it before the Ninth Circuit and after that, put it  
20 before Your Honor.

21 **MS. BATCHELDER:** Well -- and if I may respond, I  
22 believe the reason the state attorneys general did that was to  
23 preserve our issues. We did not at any point believe that the  
24 appeal was proper.

25 **THE COURT:** Did you indicate that clearly in your

1 papers?

2 **MS. BATCHELDER:** Yes, Your Honor.

3 **MR. WARREN:** Your Honor, may I be heard?

4 **THE COURT:** You may.

5 **MR. WARREN:** Thank you, Your Honor. Previn Warren  
6 for the personal injury and school district plaintiffs.

7 I just want to add one point to the mix here. On my  
8 count, there's no fewer than 16 briefs that are proliferated  
9 on the Court's docket because of the movants' various desires  
10 to jump the queue and go straight to the Court of Appeals.

11 I think that is a preview of the chaos to come if we  
12 entertain a 1292(b) motion at this particular juncture. There  
13 is an efficient path forward, and that's letting a jury hear a  
14 trial in a bellwether case in this courtroom.

15 **THE COURT:** Well, what about their argument -- now,  
16 we're back to where we were with Ms. Hardin. She's arguing  
17 that there are now six supreme courts that, in effect, would  
18 disagree with your statement.

19 **MR. WARREN:** I'm not sure those supreme courts have  
20 disagreed with my statement about -- I mean, those supreme  
21 courts have addressed the merits on public nuisance perhaps,  
22 but I'm addressing the question of the material advancement of  
23 the termination of litigation, which is the third prong of the  
24 1292(b) factor.

25 And I don't think that any of those prongs is satisfied

1 here when state supreme courts have not actually and -- for  
2 many of the states at issue here, created diversion case law  
3 that creates a substantial ground for difference of opinion,  
4 so I just think jurisdictionally, the Court can't.

5 Perhaps the Court -- perhaps with respect to a subset of  
6 the states, maybe there's an argument -- there's a substantial  
7 ground for difference of opinion. But then that's going to  
8 require the Court to certify just those states' public  
9 nuisance claims and keep, you know, half a dozen, ten more  
10 here, and that's the very splintering that the third prong is  
11 designed to avoid.

12 So there's just no way to do this. The other thing --

13 **THE COURT:** Let me ask, what -- *JUUL*, which I cited  
14 multiple times in the order, preceded this action. Are there  
15 any *JUUL* cases that are up on appeal to the various supreme  
16 courts?

17 **MR. WARREN:** Your Honor, I do not know the answer to  
18 that question. I'm sorry.

19 **THE COURT:** Any of the defendants? Does anybody with  
20 all your hoards of researchers?

21 If you do -- anybody in the courtroom? I think there are  
22 40 lawyers. Does anybody know whether *JUUL*'s up on appeal at  
23 these state supreme courts? I mean, if we think about it,  
24 in -- in the world of common law, six, ten years, a blink of  
25 the eye. We've been at this for a long, long time, decades

1 and decades and decades. And we don't get common law without  
2 litigation. We don't get answers without going through the  
3 process.

4 **MR. ROUHANDEH:** Your Honor, could I respond to  
5 something the state AG --

6 **THE COURT:** You may.

7 **MR. ROUHANDEH:** They said they did this to preserve  
8 their appeal. I don't know what word -- I don't recall the  
9 words that they used. But I do recall these words.

10 They said to the Ninth Circuit, the Ninth Circuit cannot  
11 decide our appeal without decide -- deciding the antecedent  
12 question as to whether Section 230 applies at all.

13 Their position is that the Ninth Circuit, if they take our  
14 appeal, must decide the same set of issues that they're asking  
15 Your Honor to certify.

16 So it is up on appeal schedule, and we will see what the  
17 Ninth Circuit says fairly shortly. They actually ruled pretty  
18 quickly on motions to dismiss, as I understand it, so we may  
19 have that ruling pretty quickly.

20 And, obviously, the Ninth Circuit, as Your Honor said,  
21 will decide what it wants to decide. If it wants to decide  
22 those as antecedent questions, it will. If it wants to  
23 dismiss their appeal and allow ours to go forward, they -- it  
24 could do that. It can also carry those motions to dismiss  
25 with the appeal, so it seems to make sense to wait before Your

1 Honor rules on the 1292(b) motion, which is it overlap -- in  
2 the Venn diagram, there's -- the two circles are exactly  
3 overlapping one another in terms of the issues that they are  
4 asking this Court to decide pursuant to 1292(b) and the Ninth  
5 Circuit to decide pursuant to their motion to dismiss --

6 **MR. WARREN:** Your Honor, may --

7 **MR. ROUHANDEH:** -- in cross-appeal.

8 **MR. WARREN:** May I very briefly respond?

9 **THE COURT:** Yeah. No, thank you. It's -- this is  
10 all coming back to me. I had been thinking about insurance  
11 law all day, so --

12 Go ahead.

13 **MR. WARREN:** I think the Venn diagram between what  
14 the defendants are asking this Court to decide in their  
15 1292(b) motion and what they've asked the court of appeals to  
16 decide is also perfectly overlapping, so I think the argument  
17 could very well be applied right back to the defendants and  
18 should.

19 My second point is I'm told by my -- by my very able and  
20 much smarter colleagues that the answer to your question about  
21 *JUUL* is no, there are not cases up on appeal at the moment.

22 **MS. BATCHELDER:** And if I may briefly respond for the  
23 state attorneys general.

24 What we would like to leave with this Court is that if the  
25 motion to dismiss at the Ninth Circuit right now is granted

1 and that goes away for failure to meet the collateral order  
2 doctrine standard, what we would ask is that this Court  
3 certify the 1292(b)s of both the state attorneys general and  
4 the Meta defendants, because we do believe that this Section  
5 230 issue is crucial.

6 And based on the time line, the sooner we can get it  
7 certified and get it under review, the more likely it is that  
8 we will get a ruling and some guidance on that prior to  
9 proceeding to trial.

10 **MR. WARREN:** May I have one very brief point in  
11 response, Your Honor?

12 **THE COURT:** So just moving from where you left off,  
13 that would suggest that the state attorneys general is asking  
14 that I stay the entirety of their claims. I mean, I -- I'm  
15 not -- how -- how would I do it piecemeal?

16 You're moving to certify whether Section 230 shields Meta  
17 from liability for any claims stemming from their unfair,  
18 unconscionable practices, et cetera.

19 Why would I grant that and not grant a stay of the  
20 entirety of all the AGs' claims?

21 **MS. BATCHELDER:** Because I believe Your Honor's order  
22 was specific to five specific features.

23 **THE COURT:** No, I know, but if you're saying, oh, no,  
24 wait, let us take something to the Court of Appeal, with  
25 respect to that issue, why would I do this twice? Why

1 wouldn't I just then stay all of the AGs' cases?

2 **MS. BATCHELDER:** Because, Your Honor, we don't need a  
3 stay because our deception claims overlap, and we're able to  
4 proceed with discovery on all of the factors and all of the  
5 issues.

6 **THE COURT:** All right. Say more.

7 **MR. ROUHANDEH:** Your Honor, if I --

8 **THE COURT:** No, let her finish.

9 **MS. BATCHELDER:** So say more on --

10 **THE COURT:** Yeah, I don't -- I don't know how it  
11 is -- well, I don't know how it is that you anticipate  
12 operating in parallel.

13 **MS. BATCHELDER:** Because, Your Honor, the -- the  
14 features -- the issue that we are sending up on or asking to  
15 have sent up with regards to Section 230, that has large  
16 implications with regards to the sort of injunctive relief  
17 that we could obtain at the end of trial should we be  
18 successful.

19 But it does not impact our ability to proceed with  
20 discovery, with our experts --

21 **THE COURT:** Well, it impacts your ability to go to  
22 trial, doesn't it?

23 **MS. BATCHELDER:** It would.

24 **THE COURT:** And --

25 **MS. BATCHELDER:** But what we --



1           **THE COURT:** -- impacts your ability to have the  
2 experts opine on all of the various issues, doesn't it?

3           **MS. BATCHELDER:** That is not what we are finding as  
4 we are working through.

5           **THE COURT:** And how am --

6                               (Simultaneous colloquy.)

7           **THE COURT:** -- supposed to know that? I mean, what I  
8 certainly -- so are you saying that if I granted your motion  
9 and you proceeded in parallel and perhaps you would get a  
10 favorable ruling over -- which overruled my original finding,  
11 that you wouldn't ask for additional -- that you would waive  
12 any additional discovery, you would waive any changes to your  
13 expert reports, you would waive all of that because it's all  
14 the same?

15           Is that what you're arguing?

16           **MS. BATCHELDER:** Our position was that it didn't --  
17 it wasn't going to change how we were proceeding from this  
18 point forward, that they could actually proceed on parallel  
19 tracks, and -- I mean, I don't want to --

20           **THE COURT:** How long do you think it's -- we're going  
21 to have to wait?

22           **MS. BATCHELDER:** Our calculation based on other  
23 orders that are coming out is that it's about a 6-to-12-month  
24 window.

25           And we don't have -- where we don't have a trial date yet,

1 that's why we're asking that this be certified now because  
2 we're at least a year and a half out at this point in time.  
3 So we feel that there is enough time to have this issue heard  
4 while we continue to proceed and move forward with this case.  
5 And ultimately, this would avoid potentially coming back on  
6 appeal and having to revisit --

7 **THE COURT:** That's always a potential. It is always  
8 a potential. And everybody complains when they get adverse  
9 rulings, partial or otherwise.

10 Got it on both sides. That always happens. Surprise,  
11 surprise.

12 **MR. ROUHANDEH:** Your Honor, if -- it would be only  
13 fair if what they're asking is for certification of those  
14 issues that --

15 **THE COURT:** Yeah.

16 **MR. ROUHANDEH:** -- the defendants --

17 **THE COURT:** There you go --

18 (Simultaneous colloquy.)

19 **MR. ROUHANDEH:** -- against us.

20 **THE COURT:** Let's throw it all out.

21 (Simultaneous colloquy.)

22 **MR. ROUHANDEH:** -- up on appeal now.

23 Your Honor on April 19, I believe it is, of 2024, asked  
24 the state AGs, well, let me ask this, because Meta originally  
25 wanted to appeal my decision and sought to have my approval on

1 that. I denied it in part because I wanted to make sure we  
2 got through the state AGs' complaint.

3 Then the Court goes on and says, do both parties want to  
4 take it up to the Ninth Circuit to get the Ninth Circuit  
5 review in parallel? That was ten months ago.

6 If they thought these issues should be taken up by the  
7 Ninth Circuit, why are they asking for that now as opposed to  
8 when the Court invited them to make a motion ten months ago?  
9 And now the motion that they would make, which we're now  
10 several layers down the -- several steps down the road, if the  
11 Ninth Circuit does this and they have this particular ruling,  
12 then we would want to renew our 1292(b) motion. And then we  
13 would want to make a motion for our issues. And you'd have  
14 the whole case up there.

15 That -- that only makes sense and is only fair to the  
16 defendants if there's a complete stay of the action -- state  
17 AG action.

18 **MR. WARREN:** Well, Your Honor, may I add one point  
19 from the personal injury school district plaintiff  
20 perspective?

21 It doesn't make any sense to have the claims of the state  
22 AGs stayed but the personal injury school district claims  
23 moving forward. They should all be moving forward because  
24 they all address similar issues concerning, you know,  
25 deceptive statements by defendants and -- and other such

1 matters.

2 **THE COURT:** Right. But if the state -- I don't know  
3 how you have standing to tell the state AGs and the defendants  
4 what they want.

5 **MR. WARREN:** I don't --

6 **THE COURT:** But they --

7 **MR. WARREN:** I'm not suggesting that. But I do have  
8 standing to -- to suggest that the 1292(b) motion should be  
9 denied, and I do think it should be denied.

10 You know, for one thing, I think it was represented by  
11 defendants' counsel that all the motions to dismiss had been  
12 resolved. Maybe I misheard. But there are still motions to  
13 dismiss pending from the personal injury plaintiffs, including  
14 a negligence claim. And, you know, it makes sense for all  
15 those things to be dealt with at once.

16 You know, to the extent that the Ninth Circuit is going to  
17 rule in 6 to 12 months, well, by that time, we're going to be  
18 done with most of the hard work. I mean, we may not have  
19 tried the first case, but all the fact discovery and expert  
20 discovery, *Daubert* briefing will be in the rearview mirror.  
21 And at that point, you know, there really isn't any advantage  
22 or economy to delaying the trial so that we can sit at the  
23 Court of Appeals for 24 months.

24 **THE COURT:** Okay.

25 Anything else critical you want to say?

1           **MR. ROUHANDEH:** Nothing for Meta.

2           **MR. WARREN:** No, Your Honor. Thank you.

3           **MS. BATCHELDER:** None from the state AGs.

4           **MR. WARREN:** Not from the personal injury and school  
5 district plaintiffs.

6           **THE COURT:** No.

7           **MR. PETROSINELLI:** No, Your Honor.

8           **MS. HARDIN:** No, Your Honor.

9           **THE COURT:** All right. So let's deal with the last  
10 issue, then.

11           **MR. WARREN:** Thank you, Your Honor.

12           **THE COURT:** Meta is seeking to stay the coverage  
13 action?

14           **MR. MYERS:** Good afternoon, Your Honor. May it  
15 please the Court, Marty Myers from Covington, insurance  
16 counsel to the Meta parties.

17           **THE COURT:** Good afternoon.

18           **MS. KAMINSKY:** Good afternoon, Your Honor. Blair  
19 Kaminsky on behalf of Federal Insurance Company.

20           **THE COURT:** Okay. Good afternoon.

21           **MS. KAMINSKY:** Good afternoon.

22           **THE COURT:** Okay. What would you like to say?

23           **MR. MYERS:** Your Honor, this isn't yet about the  
24 merits of Meta's request to stay and suspend the coverage  
25 litigation. This is just about timing for motions, so we

1 appreciate you spent 80 percent of your day on insurance.

2 We'll try to make the last bit short.

3 Because of the overlapping --

4 **THE COURT:** -- denied the motion to dismiss, which is  
5 why I'm in this position of being in trial. Or the motion for  
6 summary judgment.

7 (Laughter.)

8 **THE COURT:** That's always the double-edged sword of  
9 denying those motions.

10 **MR. MYERS:** Well, with the stay, Your Honor, it might  
11 just mean a few years from now. And it's no mys- -- it's no  
12 mystery that Meta thinks because of the overlapping issues  
13 between the insurance litigation and the MDL, insurance  
14 litigation should wait. No reason not to.

15 But as I said, we're not going to address the merits of  
16 that. We simply requested leave to file Meta's motion to stay  
17 or suspend the insurance case here and to suspend the coverage  
18 litigation pending conclusion of the social media cases.

19 We requested leave to file Friday. I'd like to briefly  
20 update the Court on the status of the insurers' filed by  
21 Hartford declaratory relief case against Meta, which was filed  
22 in Delaware, because it bears on some of the timing.

23 Your Honor will recall that after that case got removed to  
24 the court of Judge Noreika, it was noticed to the JPML, which  
25 issued a conditional transfer order to send it to this Court.

1 Not surprisingly, insurers have opposed that. And the  
2 JPML has set a briefing schedule which I think concludes the  
3 end of February.

4 Meanwhile, insurers -- well, Meta moved in the Delaware  
5 case to stay pending the JPML decision on whether the case is  
6 all going to get decided here.

7 Insurers moved to remand to Delaware state court. And  
8 just last Friday, insurers moved again to expedite decision  
9 both on Meta's motion to stay and on their motion to remand.

10 **THE COURT:** You moved to expedite in New Jersey state  
11 court?

12 **MS. KAMINSKY:** We moved in Delaware federal court to  
13 expedite consideration of the motion to remand and --

14 **THE COURT:** Do you know how many cases those judges  
15 have?

16 **MS. KAMINSKY:** Not off the top of my head, Your  
17 Honor.

18 **THE COURT:** You should check before you ask some  
19 judge to expedite something that is not urgent or critical.

20 What's so urgent about it?

21 **MS. KAMINSKY:** Your Honor, we think it's important  
22 that we resolve --

23 **THE COURT:** What's so urgent?

24 **MS. KAMINSKY:** Sure. We think it's important that we  
25 resolve where this litigation will be held so that the

1 insurers' obligations with respect to these cases can be  
2 resolved.

3 **THE COURT:** I -- you know, I have in this courtroom  
4 some of the best litigators in the country. And you don't do  
5 yourself justice by piling motions on our dockets.

6 We were not very pleased when the bill to add judges to  
7 the federal judiciary did not pass or was not signed.

8 We have hundreds and hundreds of cases. And federal  
9 judges are working really hard to be good public servants. So  
10 save your urgency motions for when something is in fact  
11 urgent.

12 I am sure that judge will get to it when they reasonably  
13 can get to it, working as hard as they are with as little  
14 staff as we have. It -- it's just -- you all have to help us  
15 do this. And you're not frequently helping. You're making it  
16 worse. And I would suggest that motion to expedite made it  
17 worse.

18 It's important. We know. We're trying to get to it. But  
19 to add fuel to the fire, unprofessional.

20 **MS. KAMINSKY:** I understand that perspective, Your  
21 Honor.

22 **MR. MYERS:** Your Honor --

23 **THE COURT:** Go ahead.

24 So what -- so now where are we?

25 **MR. MYERS:** Right. So Meta had sought leave to file



1 a motion consistent with Your Honor's comments, no rush to  
2 stay the coverage issues. We had requested leave to file it  
3 Friday. And -- and, frankly, we were concerned because of the  
4 activity in Delaware.

5 **THE COURT:** Yeah.

6 **MR. MYERS:** And we remain concerned. Insurers --

7 **THE COURT:** But --

8 **MR. MYERS:** -- counter proposed that they would file  
9 motions to dismiss the case here -- the insurance case here,  
10 which we've stipulated will happen on March 5. And they had  
11 proposed a briefing schedule. Despite our concern about what  
12 might happen in Delaware, in the interest of judicial  
13 resources and conserving them, we have decided that we will  
14 agree to have Meta's motion to stay or suspend the coverage  
15 litigation briefed and heard alongside -- the same time their  
16 motions to dismiss.

17 And we wanted to appear today, Your Honor, because meeting  
18 and conferring over this stuff has not been particularly  
19 successful, so we wanted to just get on the record and have  
20 a -- a schedule set. So what I think --

21 **THE COURT:** So let's set -- so let's set the  
22 schedule, but -- but I thought -- I thought you said that the  
23 JPML was still trying to figure this out.

24 **MR. MYERS:** It is, Your Honor. Briefing on that  
25 ends --

1           **THE COURT:** So why -- why am I entertaining motions  
2 if JPML is still dealing with whether or not the case is going  
3 to be here?

4           **MR. MYERS:** The question whether to stay and suspend  
5 the coverage cases --

6           **THE COURT:** Yeah.

7           **MR. MYERS:** -- is going to get decided. And it's  
8 Meta's view that should be decided here because of the vast  
9 overlap.

10           So we think there isn't good reason not to proceed with  
11 that ASAP. It will also help Judge Noreika, and if Your Honor  
12 decides this case should be stayed and the coverage litigation  
13 suspended, it may effectively moot the JPML's decision.

14           **THE COURT:** All right. So what's --

15           **MR. MYERS:** So what we have -- what they have  
16 proposed and what we would agree to is the parties -- that  
17 insurers file their motions to dismiss on March 5.

18           **MS. KAMINSKY:** Um-hmm.

19           **MR. MYERS:** Meta will file its motion to stay and  
20 suspend coverage litigation also March 5. Opposition briefs,  
21 March 26; replies, April 2. Hearing, we believe April 9 would  
22 be what was called for on your calendar. We appreciate it may  
23 or may not be available, but that's the date that at least  
24 Meta requests.

25           **THE COURT:** No. I -- I'm not going to have a hearing

1 seven -- on two motions filed seven days before the hearing.  
2 I am in trial through the end of April. I have four  
3 back-to-back trials.

4 The one that I'm in, the continuation of the contempt  
5 hearings against Apple by Epic Games; a third breach of  
6 contract case, which I still haven't -- hopefully it settles  
7 today, but that's only a week. And then my final trial on the  
8 BOP officer who is alleged to have assaulted inmates.

9 So I'm in trial through the end of April.

10 **MR. MYERS:** Your Honor, Meta appreciates the --

11 **THE COURT:** So -- so -- and -- you can file them, so  
12 get them on file. But I still have two orders that I need to  
13 get out for you. And my goal is to get them out over the next  
14 30 days or so.

15 So I'm not going to look at them and -- and what is the  
16 basis for a motion to dismiss the insurance claim?

17 **MS. KAMINSKY:** Your Honor, the -- the relief that  
18 Meta is seeking is simply to stay their own coverage action.  
19 That's their --

20 **THE COURT:** I understand their motion. I'm asking  
21 you why you're bringing a motion to dismiss.

22 **MS. KAMINSKY:** A motion to -- because their action  
23 isn't actually seeking to resolve a dispute between the  
24 parties.

25 Count one of their motion is literally a request to stay

1 this action and to suspend other coverage litigation. We  
2 don't think that's a proper count in a lawsuit.

3 They brought a coverage dispute so that they could  
4 immediately seek a stay of that coverage dispute. We don't  
5 think that's proper.

6 **THE COURT:** So you brought a declaratory relief  
7 action?

8 **MR. MYERS:** That is one cause of action, Your Honor.  
9 We have sued insurers for breach of contract, bad faith, and  
10 declaratory relief. It is all there. Our request is and will  
11 be --

12 **THE COURT:** And because they're not providing  
13 coverage, or there is -- or are they providing coverage under  
14 a reservation of rights?

15 **MR. MYERS:** Both as to different insurers. Several  
16 have agreed to defend recognizing the potential for coverage.  
17 But they have placed limitations, we believe improperly, on  
18 what they're going to defend, state AGs versus school  
19 districts or not, versus individuals, so there's all kinds of  
20 slicing and dicing.

21 But they're attempting to do, which Meta disagrees with  
22 vehemently and we have not gotten to the big piece at the end,  
23 which is what happens if and when there is a settlement or  
24 judgment.

25 That's why it's premature. And we wouldn't be here, Your

1 Honor, had they not preemptively sued in Delaware, and we have  
2 sued here --

3 **THE COURT:** And they're -- they sued in Delaware on  
4 the dec relief action?

5 **MR. MYERS:** Yes, solely dec relief, raising --

6 **THE COURT:** That they --

7 **MR. MYERS:** -- raising all of the issues that overlap  
8 with issues here. Our alleged intent with respect to the --

9 **THE COURT:** Hold on. And --

10 **MR. MYERS:** Yeah.

11 **THE COURT:** -- their dec relief action is asking for  
12 an order that there's no coverage?

13 **MR. MYERS:** Yes, Your Honor.

14 **THE COURT:** So how many insurance companies have you  
15 sued?

16 **MR. MYERS:** I believe six.

17 **THE COURT:** Are they all represented by the same  
18 counsel?

19 **MR. MYERS:** No, Your Honor. Three are represented by  
20 counsel here. Others are represented by different counsel.

21 **MS. KAMINSKY:** That's correct, Your Honor.

22 **THE COURT:** You mean that you, Ms. Kaminsky,  
23 represent -- oh, look. I'm in trial with your client.

24 **MS. KAMINSKY:** Indeed. I was not aware of that when  
25 I came here today, Your Honor. I should have been.

1           **THE COURT:** So you -- well, I have three insurance  
2 companies on this list. Do you represent more than Federal?

3           **MS. KAMINSKY:** I only represent Federal, Your Honor,  
4 in the litigation.

5           **THE COURT:** Oh, I see. So there's actually four, so  
6 four -- I have lawyers for four insurance companies here, and  
7 then there are two more.

8           **MR. MYERS:** Yes, Your Honor. The others are more or  
9 less bystanders for the moment. They haven't actively been  
10 filing either in this court or in the Delaware action.

11           And I think it's fair to say that Hartford -- the two  
12 Hartford entities and Chubb -- couple Chubb entities  
13 represented by Ms. Kaminsky and Mr. Antonelli, who just came  
14 up, have been the active movers on the insurance side.

15           **MS. KAMINSKY:** We try our best to coordinate so we  
16 can keep things streamlined, Your Honor.

17           I recognize maybe we don't always succeed, but that's been  
18 our -- our effort.

19           **THE COURT:** The motion to dismiss that you're  
20 suggesting is one consolidated motion on behalf of -- or it  
21 will be, whether or not you're suggesting it, one consolidated  
22 motion on behalf of how many of these insurance companies?

23           **MS. KAMINSKY:** So we haven't conferred on that  
24 amongst insurers, but I'm -- we work together all the time --

25           **THE COURT:** You haven't and it's -- you want to file

1 this in three weeks?

2 **MS. KAMINSKY:** We haven't conferred on whether it  
3 would be one motion or whether --

4 **THE COURT:** It will be one motion. It will not be  
5 more than one motion. Period.

6 **MS. KAMINSKY:** Understood, Your Honor.

7 We're happy to coordinate with the other insurers on that.  
8 I suspect it will be all of them, but I can't speak for them.

9 **THE COURT:** And for purposes of Federal, are you --  
10 what is the basis for the motion?

11 **MS. KAMINSKY:** So, Your Honor, I -- I haven't  
12 finalized, obviously. But a key basis for one aspect of the  
13 motion is that it is not -- you can't state a claim by simply  
14 asking for a stay. That's not a valid cause of action.

15 And that is count one of the Meta's complaint, is a stay  
16 in this action.

17 **THE COURT:** I don't understand.

18 (Simultaneous colloquy.)

19 **THE COURT:** Aren't they asking for coverage on this  
20 MDL?

21 **MS. KAMINSKY:** That -- so I think what they've asked  
22 is to defer those counts until after this MDL is resolved.  
23 And we don't think that makes sense because --

24 **THE COURT:** It's typically what we do.

25 **MS. KAMINSKY:** So, your Honor, I understand that as

1 to indemnity. But as to the duty to defend, we can resolve  
2 that in the first instance by comparing the allegations in the  
3 complaints to the allegations -- to the terms of the policy.

4 **THE COURT:** Right. So -- so isn't that the issue?

5 I mean, if you're saying that the issue is that you don't  
6 believe your clients should be covering this MDL, that's a --  
7 is that a basis upon which you're going to bring the motion?

8 **MS. KAMINSKY:** I'm not sure that would be the basis  
9 for the motion to dismiss. That will be a basis for a  
10 subsequent motion practice, I think.

11 The other issue, Your Honor, is that there is first files  
12 [sic] litigation in Delaware that was filed two months before  
13 this litigation. That was improperly removed to the federal  
14 court by Meta, even though there's no diversity.

15 So another basis for the motion will be a request that the  
16 litigation here be stayed in favor of the Delaware litigation.  
17 Obviously, the motion to remand, as Mr. Myers said, is fully  
18 briefed. We hope to get a ruling on that as soon as we can.

19 And then -- and -- in the meantime, the JPML will decide,  
20 depending on how the remand plays out, whether the Delaware  
21 litigation should be transferred here.

22 So -- so our motion to dismiss will in part be asking this  
23 Court to stay in favor of that first-filed action. And  
24 because of all this activity in Delaware and the JPML, I'm  
25 glad that we have agreement on the briefing schedule. And I



1 would suggest it makes sense to wait to set a hearing until we  
2 have a better sense of how those procedural issues are going  
3 to play out, both in Delaware litigation and in the JPML.

4 **THE COURT:** I'm not ordering briefing until I  
5 understand this better. I want you all to file a letter  
6 brief, joint, no longer than three pages. If you argue about  
7 it, you each get a page and a half that sets this out in some  
8 logical way and gives me an update as to all of these various  
9 filings.

10 You should include in there the anticipated bases of each  
11 of the motions.

12 **MS. KAMINSKY:** Understood.

13 **THE COURT:** I'll give you four pages, two a piece.  
14 Once I read it, not at the end of a trial day, I'll make a  
15 decision.

16 **MS. KAMINSKY:** Your Honor --

17 **MR. MYERS:** Thank you, Your Honor.

18 Can we have the time by which to submit that?

19 **MS. KAMINSKY:** That's the second time we agreed on  
20 something.

21 **THE COURT:** How much time do you need?

22 **MS. KAMINSKY:** I would suggest two weeks.

23 **MR. MYERS:** We could easily do it early next week,  
24 Your Honor. I'd say Wednesday.

25 **MS. KAMINSKY:** I'm fine with that, Your Honor.

1                   **THE COURT:** That's fine. Okay. Wednesday.

2                   Thank you.

3                   **MR. MYERS:** Thank you, Your Honor.

4                   **THE COURT:** All right. I think those are all the  
5 issues I have.

6                   Any other issues from the plaintiffs?

7                   **MR. WARREN:** No, Your Honor.

8                   **THE COURT:** From the defense?

9                   **MR. SCHMIDT:** No, Your Honor.

10                  **THE COURT:** All right.

11                  Let's see. I'm scheduled to see you again March 21st. On  
12 March 21st, that will a morning hearing. I'll be dark that  
13 day in trial. Okay? So that will be 9:00 a.m.

14                  I'll see you then.

15                  We're adjourned. Thank you.

16                  **THE CLERK:** Court is adjourned.

17                  (Proceedings were concluded at 3:30 P.M.)

18                                   --o0o--

19

20

21

22

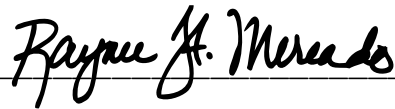
23

24

25

**CERTIFICATE OF REPORTER**

I certify that the foregoing is a correct transcript from the record of proceedings in the above-entitled matter. I further certify that I am neither counsel for, related to, nor employed by any of the parties to the action in which this hearing was taken, and further that I am not financially nor otherwise interested in the outcome of the action.



Raynee H. Mercado, CSR, RMR, CRR, FCRR, CCRR

Monday, February 17, 2025